GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

WATER RESOURCES DEPARTMENT - Incorporation of Special Purpose Vehicle (SPV) as a 100 % State owned company under Water Resources Department under the Companies Act, 2013 in the name & style of "Uttarandhra Irrigation Projects Development Corporation Limited (UIPDCL)" or such other name as approved by the Registrar of Companies (ROC), Ministry of Corporate Affairs, Government of India – Permission accorded – Orders issued.

WATER RESOURCES (PROJECTS.I) DEPARTMENT

G.O.MS.No. 58 **Dated: 11-11-2020.**
Read:

From the Engineer-in-Chief, Irrigation, Water Resources Department Lr.No.ECN (I)/WRD/ AP/2020/Dated: 02.07.2020 and 05.11.2020.

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O R D E R:

In the letters read above, the ENC (Irrigation), Vijayawada has explained that the North Coast region consisting of Srikakulam, Vizianagaram and Visakhapatnam districts as a backward region in the state compared to the other districts. Although there are rivers like Vamsadhara, Nagavali, Champavathi, Janjhavathi, Tandava, Varahaetc, in the region, with sufficient inflows, and the rainfall is more than the state average, the water is not being fully utilized due to interstate issues as a result, these rivers cater to only some areas in this region. Hence, there is need to divert Godavari water to meet the requirements viz., drinking, domestic, industrial and irrigation of this region.

2. The ENC (Irrigation), Vijayawada has informed that excising "The Babu Jagjeevan Ram Uttarandhra Sujala Sravanthi Project (UASS)" was conceptualized to provide irrigation facilities to 8 lakh acres in the upland areas of Visakhapatnam, Vizianagaram and Srikakulam Districts and to provide industrial & drinking water facilities to 1037 villages covering a population of 30 lakhs. Currently Phase-1 & 2 of the UASS Project along with the Tandava Lift Irrigation Scheme (LIS) have been prioritized to be taken up for execution. The total capital outlay for Phase-1&2 of the UASS Project along with the Tandava LIS is INR 8,400 Crores. Further additional projects can be added in future based on the requirement which may also increase the overall capital outlay.

3. The ENC (Irrigation), Vijayawada has further reported that, in order to fund for the implementation of the Phase-1 & 2 of the UASS Project along with the Tandava LIS, domestic and international financial institutions are planned to be approached for which an Special Purpose Vehicle (SPV) is proposed to be created under the Water Resources Department to be responsible for the funding, project management and to oversee these projects. The SPV is proposed to be called "Uttarandhra Irrigation Projects Development Corporation Limited (UIPDCL)" and its Main Office to be at Room No. 2, First Floor, Farmers Training Centre Building, Irrigation Compound, Governorpet,

(p.t.o)

Vijayawada. The advantages of utilizing an SPV are as follows:

i. Through forming a separate SPV, any financial difficulties/ constraints of the new projects cannot spill over into any other Govt. Project and vice versa.

ii. The SPV can arrange financing through loans from financial institutions and even has the option to tap into public markets.

iii. The SPV shall enable efficient monitoring of projects progress in a transparent manner.

4. The ENC (Irrigation), Vijayawada has further reported that the SPV is considered a 70:30 Debt-Equity Split for the total funding requirement based on the multiple communications with the financial institutions. However, the possibility of decreasing the equity share to either 20% or 10% will be explored. The initial paid-up share capital shall be required from the budget of Water Resource Department.

5. The ENC (Irrigation), Vijayawada has therefore, requested the Government to accord approval with regards to the utilization of the budget of Water Department for the paid-up share capital, the name and address of the SPV and the composition of the Board of Directors and Organization Structure to initiate the process of registration of the SPV will be taken up with the Ministry of Corporate Affairs in order to tap necessary funds required for implementation of the Uttarandhra Irrigation Projects.

6. Government after careful examination of the matter, hereby accord permission to the ENC (Irrigation), Vijayawada for incorporation of Special Purpose Vehicle (SPV) as a 100 % State owned company under W.R. Department under the Companies Act, 2013 and details of Name, objective, composition of directors and shareholders for the incorporation of Uttarandhra Irrigation Projects Development Corporation Limited (UIPDCL) with Ministry of Corporate Affairs are as follows:

#.	Description	Details
1.	Name of the SPV	Uttarandhra IrrigationProjects Development Corporation Limited (UIPDCL)
2.	Objective of the company	The objective of the company is to implement projects under the Babu Jagjeevan Ram Uttarandhra Sujala Sravanthi Projects (UASS) to provide water for industrial, domestic and drinking needs and to improve the social and economic structure of the North Coast region in the state.
3.	Type of entity	Public Limited Unlisted Company
4.	Initial paid-up share capital	Rs. 5,00,00,000/- (Rupees Five Crores only)

<table>
<tr><th>#.</th><th>Description</th><th colspan="2">Details</th></tr>
<tr><td rowspan="3">5.</td><td rowspan="3">Composition of Directors</td><td>1. Chairman and Managing Director – Special Chief Secretary / Principal Secretary / Secretary, Water Resources Dept</td><td>Shri. Aditya Nath Das, IAS</td></tr>
<tr><td>2. Director- Principal Finance Secretary / Secretary, Finance Department</td><td>Shri. Shamsher Singh Rawat, IAS</td></tr>
<tr><td>3. Director– Engineer-in-Chief, Irrigation Department</td><td>Shri. C Narayana Reddy</td></tr>
<tr><td>6.</td><td>Details of shareholders (Nominal value of each share is INR 10)</td><td colspan="2">
<table>
<tr><th>#</th><th>Shareholder</th><th>Name of the Subscriber as on date</th><th>No. of Shares</th></tr>
<tr><td>1</td><td>Government of Andhra Pradesh (Water Resources Department) represented by Special Chief Secretary / Principal Secretary / Secretary, Water Resource Department</td><td>Shri. Aditya Nath Das, IAS</td><td>49,99,994</td></tr>
<tr><td>2</td><td>Principal Finance Secretary / Secretary, Finance Department</td><td>Shri. Shamsher Singh Rawat, IAS</td><td>1</td></tr>
<tr><td>3</td><td>Engineer-in-Chief, Water Resources Department</td><td>Shri. C Narayana Reddy</td><td>1</td></tr>
<tr><td>4.</td><td>Chief Engineer, North Coast</td><td>Shri. Sivarama Prasad Chiramdasu</td><td>1</td></tr>
<tr><td>5.</td><td>Chief Engineer, Polavaram Irrigation Project Unit</td><td>Shri.Sudhakara Babu Burri</td><td>1</td></tr>
<tr><td>6.</td><td>Superintending Engineer, PIPLMC, Tuni</td><td>Shri S. Sai Srinivasa Yadav Bala</td><td>1</td></tr>
<tr><td>7.</td><td>Superintending Engineer, IC, Dowlaiswaram</td><td>ShriSrirama Krishna Revanuru</td><td>1</td></tr>
<tr><td colspan="2">Total</td><td></td><td>50,00,000</td></tr>
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(p.t.o)

7. The ENC (Irrigation), Vijayawada shall take further action accordingly.

8. This order has been issued in concurrence with Finance (FMU.WR.II) Department vide their UO No. FIN01-FMU0MRAS(WR2)/230/2020-FMU-WR-II (Computer No: 1228898), Dated 19-10-2020.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

ADITYA NATH DAS
SPECIAL CHIEF SECRETARY TO GOVERNMENT

To
The ENC (Irrigation), Vijayawada
Copy to: The Finance (FMU.WR. II) Department
The PS to Minister (WRD).
The PS to Addl. Secretary to Chief Minister.
The PS to Special Chief Secretary (WRD)
File No. ICD01-MJIR0IC05/179/2020-PROJECTS-I
SF/SC

//Forwarded: By Order//

SECTION OFFICER